POL I TUN

DECLASSIFIED

E.O. 12968, Sec. 3.4

NNO CONTROL OF STATES OF THE STATES

Department of State

TELEGRAM

XR POLITUN-US



313

PAGE 01 TUNIS 01963 01 0F 02 241058Z

ACTION AF-13

INFO OCT-01 SS-14 PM-06 L-03 IO-12 E-11 M-03 SIG-02 CU-04

EUR-20 INR-06 RSR-0

RSR-01 RSC-01 /097 W

101338

R 241015Z APR 72 FM AMEMBASSY TUNIS TO SECSTATE WASHDC 8371

SECTION 1 OF 2 TUNIS 1963

SUBJ: AMBASSADOR'S OVERVIEW ON PADM AND PARA REVIEW FOR TUNISIA 1972

REFS: 11 DEPT'S A-1616: 21 TUNIS A-80

1. FOLLOWING IS MY OVERVIEW STATEMENT ON THE PADM AND PARA REVIEW FOR TUNISTA 1972. SINCE THE EMBASSY DID NOT MAVE AN OPPORTUNITY TO COMMENT FORMALLY BEFORE THE PARA REVIEW AND THE ISSUANCE OF THE PADM, I REQUEST THAT THE ENCLOSED OVERVIEW STATEMENT AND THE COUNTRY TEAM EVALUATION BE MADE AVAILABLE FOR CONSIDERATION BY THE IG/AF.

2. **PEGIN TEXT**. TUNISIA HAS SINCE ITS INDEPENDENCE IN 1956 PLAYED A ROLE IN REGIONAL AND INTERNATIONAL AFFAIRS OUT OF PROPORTION TO ITS SIZE AND POPULATION, ITS WEALTH THIS ROLE -- AND THE INFLUENCE TUNISIA HAS AND POWER. BEEN ABLE TO EXERT -- WHILE THEY SHOULD NOT BE EXAGGERATED, HAVE SERVED US INTERESTS WELL. TUNISIAN POLICY HAS OFTEN BEEN ALIGNED WITH US POLICY. TUNISIA'S CONSTANT FRIEND. SHIP FOR THE US, SURVIVING UPS AND DOWNS IN US RELATIONS WITH ITS WEALTHIER AND MORE POWERFUL NEIGHBORS, HAS GIVEN US A RELATIVELY SECURE FOOTHOLD ON A KEY POINT OF THE SOUTHERN MEDITERRANEAN COAST AND HAS HELPED TO PREVENT THIS AREA FROM FALLING UNDER UNFRIENDLY DOMINATION. HAVE ALSO BENEFITTED FROM A FRIENDLY, RESPECTED AND REALIS. TIC VOICE IN ARAB, MEDITERRANEAN AND THIRD WORLD COUNCILS. SUCH ASSETS ARE PERHAPS EASY TO TAKE FOR GRANTED OR TO UNDERRATE, BUT THEY WOULD UNDOUBTEDLY LOOM MORE IMPORTANT IF WE LOST THEM OR HAD TO ACQUIRE THEM NOW: THIS IS ESPEC-





unis 1963



Department of State

TELEGRAM

REPRODUCED AT THE NATIONAL ARCHIVES

PAGE 02 TUNIS 01963 01 OF 02 241058Z

TALLY TRUE AS WE BECOME MORE DEEPLY INVOLVED IN THE MIDDLE EAST. MORE LOCKED INTO ISRAELI POLICY AND INTO THE SUPPORT OF THE INCREASINGLY ISOLATED JORDANIAN REGIME.

THESE ASSETS DERIVE PARTLY, TO BE SURE, FROM THE LEADER'S SHIP OF PRESIDENT BOURGUIBA. WHO SEES THE WORLD WITH AN OP-TIC SIMILAR TO DUR OWN. THEY ALSO REPRESENT THE FRUITS OF A CONSTANT US POLICY TOWARD TUNISIA AND THEY SHOULD NOT BE ALLOWED TO DISSIPATE UNNECESSARILY. WE HAVE INVESTED HEAV. ILY IN TUNISIA, AND THE RESULTS MAY SOMETIMES SEEM DISAP-POINTING, BUT DESPITE ITS LACK OF NATURAL RESOURCES, SOME ILL-ADVISED SOCIAL AND ECONOMIC POLICIES (NOW REVERSED) AND A MAJOR NATURAL DISASTER, THE TUNISIAN ECONOMY IS NOW GROW. ING AND SHOWS GREATER PROMISE. ITS HUMAN RESOURCES REMAIN ITS CHIEF ASSET AND SHOULD NOT BE UNDERESTIMATED AS AN IM-PORTANT DYNAMIC IN THE LONGER RUN. FROM THE POLITICAL STAND. POINT TUNISIA IS RELATIVELY STABLE, AND ALTHOUGH A DIFFICULT AND CRUCIAL TRANSITIONAL PERIOD LIES AHEAD I BELIEVE IT WILL SURVIVE AS A STABLE AREA. THE PROBABILITIES ARE THAT AFTER BOURGUIBA TUNISIA WILL RETAIN A REALISTIC AND MODERATE ORIEN-TATION IN INTERNATIONAL AFFAIRS, AND THAT US-TUNISIAN FRIEND-SHIP AND COOPERATION WILL SURVIVE TUNISIA'S POLITICAL TRANS; -TION AND ITS ECONOMIC DEPENDENCE ON THE US. AND WILL HAVE CONTINUING VALUE FOR US. THESE INTANGIBLES, THOUGH HARDER TO MEASURE THAN ECONOMIC ASSISTANCE OR GROWTH, SUPPORT THE PROPOSITION THAT US INTERESTS HAVE BEEN WELL SUPPORTED BY US POLICIES.

US POLITICAL AND STRATEGIC INTERESTS IN TUNISIA ARE SIGN NIFICANT BUT DIFFICULT TO SEPARATE. CONFRONTED WITH CHANGING POWER ALIGNMENTS, GREATER PRIORITIES IN OTHER AREAS, AND WITH LIMITATIONS ON OUR OWN RESOURCES, IT IS NATURAL THAT WE SEEK POLICIES AND PROGRAMS IN LINE WITH OUR CAPABILITIES. NEVERTHELESS, WE SHOULD PRESERVE THE ESSENTIALS OF A RELA-TIONSHIP THAT HAS LONG SERVED BOTH U.S. AND TUNISIAN INTER-ESTS AND IS THE RESULT OF SIGNIFICANT POLITICAL AND ECON-OMIC INVESTMENT. THE RELATIVE PREDOMINANCE OF THE UNITED STATES IN TUNISIAN DEVELOPMENT AND SECURITY ASSISTANCE HAS DECLINED, AND OTHER DONORS IN EUROPE AND THE WORLD BANK HAVE RISEN IN IMPORTANCE, WHICH IS AS IT SHOULD BE. U.S. POLITICAL INFLUENCE IN TUNISIA IS ALREADY UNDERGOING A SUBTLE DECLINE, PRIMARILY BECAUSE THE U.S. IS INCREASINGLY SEEN AS THE ONLY REAL SUP-

DECLASSIFIED

E.O. 12968, Sec. 3.4

NNO [(1045)]

By SD 7 // SW Date 7/20/74

STATES OF

Department of State

TELEGRAM

PAGE 03 TUNIS 01963 01 OF 02 241058Z

PORTER FOR ISRAEL IN THE MIDDLE EAST CONFLICT, AN ISSUE WHICH SHARPLY AFFECTS TUNISIAN OPINION AND INCREASINGLY INFLUENCES TUNISIAN POLICY.

| | REPRODUCED AT THE NATIONAL ARCHIVES



Department of State

TELEGRAN



325

roc

PAGE Ø1 TUNIS Ø1963 Ø2 OF Ø2 241114Z

ACTION AF-13

INFO OCT-01 SS-14 PM-06-L-03 IO-12 E-11 M-03 SIG-02 CU-04

EUR-20 INR-06 RSR-01 RSC-01 /097 W

101428

R 241015Z APR 72 FM AMEMBASSY TUNIS TO SECSTATE WASHDC 8372

SE

SECTION 2 OF 2 TUNIS 1963

ALTHOUGH TUNISIAN ECONOMIC PERFORMANCE HAS BEEN DISAP. POINTING, CERTAIN EXTENUATING OR EXPLANATORY CIRCUMSTANCES HAVE BEEN NOTED AND THE ECONOMIC OUTLOOK IN THE SHORT TO MEDIUM-TERM SEEMS MORE PROMISING THAN SUGGESTED IN THE THE PRESENT GOVERNMENT HAS BROKEN WITH THE ERRORS OF THE PAST, AND ITS SUCCESSORS WILL PROBABLY CARRY ON. THIS EVOLVING SITUATION THE GOT'S COMMITMENT TO DEVELOPMENT AND FCONOMIC GROWTH SHOULD NOT BE PREMATURELY UNDERMINED BY AN ABRUPT REDUCTION IN AID OR UNREALISTIC STANDARDS FOR TYING AID TO SPECIFICS OF TUNISIAN PERFORMANCE. OTHER DON-ORS, INCLUDING THE WORLD BANK, ARE NOT LIKELY TO PRESS THE TUNISIANS ON MAJOR FCONOMIC POLICY ISSUES OR EVEN AGREE ON THE REFORMS REQUIRED. I AGREE THAT WE SHOULD SEEK TO RE-DUCE OUR DEVELOPMENT ASSISTANCE ROLE GRADUALLY RELATIVE TO THOSE OF OTHER DONORS; BUT IN DOING SO WE SHOULD RECOGNIZE THAT OUR LEVERAGE WILL BE LESS. DESPITE OUR BEST EFFORTS TO ENCOURAGE OTHER DONORS TO INCREASE THEIR AID AND TO BET-TER COORDINATE AID, OUR EXPECTATIONS ON THESE SCORES SHOULD BE MODEST AND SHOULD SHAPE OUR ASSISTANCE IN THE NEXT NO OTHER LIKELY SOURCES WILL PROVIDE THE LEVEL FEW YEARS. AND TYPE OF ASSISTANCE NOW PROVIDED BY THE U.S. DECISIONS ON OUR ASSISTANCE PROGRAMS SHOULD REFLECT THESE REALITIES AND THE BROADER POLICY ELEMENTS OUTLINED ABOVE AND SHOULD ALSO RECOGNIZE THE U.S. DOMESTIC INTERESTS SERVED BY OUR PL-480 AND PROGRAM OR SECTOR LOANS.

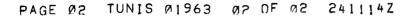
6. A REVIEW OF OUR DEVELOPMENT ASSISTANCE PLAN FOR TUNISIA IS ALREADY UNDERWAY AT USAID AIMING AT A GRADUAL PHASING-DOWN OF AID LEVELS. BUT IT IS PREMATURE NOW TO DEFINE THE



Department of State

TELEGRAM

REPRODUCED AT THE NATIONAL ARCHIVES



BASIS AND PROSPECTS FOR EVENTUAL PHASING-OUT OF AID AND TO EXPECT THE 1972 CONSULTATIVE GROUP MEETING TO BRING FORTH EITHER A FULLY SATISFACTORY TUNISIAN DEVELOPMENT PLAN OR A COORDINATED DONOR VIEW ON THE LONGER FUTURE. THESE COM-MENTS DO NOT RUN COUNTER TO THE BROAD INTENT OF THE PADM BUT POINT UP PRACTICAL CONSIDERATIONS AFFECTING TIMING AND IMPLEMENTATION OF OUR POLICY. WE SHOULD CONTINUE TO PRESS THE WORLD BANK TO LEAD, AND INTENSIFY OUR BILATERAL EFFORTS TO ENCOURAGE GREATER ASSISTANCE FROM OTHER DONORS, BUT NOT EXPECT THE DEGREE OF PROGRESS SUGGESTED IN THE PADM AND WE SHOULD CONTINUE TO KEEP U.S. DEVELOPMENT PARA PEVIEW. AID POLICY, INCLUDING THE IMPORTANT PEACE CORPS PROGRAM HERE, FOCUSED ON THE KEY AREAS OF AGRICULTURE (WHICH SERVES BOTH TUNISIAN AND U.S. INTERESTS CONCRETELY), FAMILY PLANN-ING, NUTRITION, AND EDUCATION.

- 7. PECOGNIZING THAT TUNISIA HAS DEPENDED PRIMARILY ON U.S. SECURITY ASSISTANCE, WE SHOULD KEEP OUR MILITARY ASSISTANCE AT A REASONABLE LEVEL IN THE NEXT FEW YEARS WHILE TAKING INTO ACCOUNT OUR DOMESTIC PROBLEMS IN THIS AREA. WITH OUR RECENT TURN-DOWN OF TUNISIA'S SPECIAL REQUEST FOR INTERNAL SECURITY ASSISTANCE AND OUR REJECTION OF THEIR REQUEST FOR A SMALL CONTINUING PUBLIC SAFETY PROGRAM, WE SHOULD AVOID ABRUPT REDUCTIONS IN MILITARY ASSISTANCE. IN WORKING TOWARD ELIMINATION OF MATERIAL GRANT AID AFTER FY 75, WE SHOULD ACTIVELY ENCOURAGE TUNISIA TO CONSIDER FMS CREDIT PURCHASES BUT AIM AT AN ANNUAL MAP OF \$3 MILLION IN THE MEANTIME.
- 8. AS WE GRADUALLY REDUCE ASSISTANCE, WE SHOULD RECOGNIZE THE GREATER IMPORTANCE OF OUR EFFECTIVE CULTURAL AND INFORMATION PROGRAMS IN TUNISIA IN ORDER TO BUILD ON WHAT HAS BEEN ACHIEVED SINCE TUNISIAN INDEPENDENCE, INCLUDING CONTINUING SUPPORT FOR AN EFFECTIVE ENGLISH-LANGUAGE TEACHING PROGRAM THROUGH PEACE CORPS OR OTHER MEANS.
- 9. IN THE LIGHT OF THE FOREGOING, PRESIDENT BOURGUIBA'S SUGGESTION IN A FEBRUARY 1972 LETTER TO PRESIDENT NIXON THAT THERE BE A HIGH-LEVEL REVIEW OF US-GOT RELATIONS TAKES ON ADDED IMPORTANCE. IN THE PAST THERE HAVE BEEN RELATIVELY FREQUENT EXCHANGES OF VISITS AT THE CHIEF OF STATE LEVEL BUT THERE HAVE BEEN NO SUCH VISITS IN THE PAST FOUR YEARS FOR A VARIETY OF UNDERSTANDABLE REASONS. I RECOMMEND HIGH-LEVEL

DECLASSIFIED

E.O. 12968, Bec. 3.4

NNO [[] O 45

By 50 / VSW Date 7/20/15

STATES OF

Department of State

TELEGRAM

PAGE 03 TUNIS 01963 02 OF 02 241114Z

TALKS AT THE CHIEF OF STATE OR PRIME MINISTER LEVEL IDEPENDATIONS ON INTERNAL DEVELOPMENTS HERE) BE PLANNED FOR THE FIRST HALF OF 1973. I FURTHERMORE RECOMMEND THAT THE LINES OF US POLICY TOWARDS TUNISIA LAID OUT IN PRESIDENT NIXON'S MARCH 14 LETTER TO BOURGUIBA, AND THE INTERPRETATION PLACED ON THEM BY BOURGUIBA AS REPORTED IN TUNIS EXDIS 1852, BE FULLY TAKEN INTO ACCOUNT IN THE NEXT STAGE OF POLICY REVIEW ON TUNISIA. END TEXT.

THE NATIONAL ARCHIVES